



DC Connection



Issue No. 30

May 2000

FY 2000 DoD Appropriations Act Section 8014 — A-76 Competition

The FY 2000 *Department of Defense (DoD) Appropriations Act*, Section 8014, prohibits any expenditure of funds after 25 October 1999 for contracting out (A-76) DoD functions performed by more than 10 civilian employees, until a most efficient and cost-effective organization analysis is completed and certification of the analysis is submitted to the House and Senate Committees on Appropriations. Any expenditure or obligation of FY 2000 appropriated funds contrary to this general provision may result in a violation of the *Antideficiency Act*.

General Provisions restrict the use of appropriations for many other purposes in addition to this provision. You should review all of the General Provisions of the DoD Appropriations Act to ensure your organization or command is in full compliance.

For more information you may contact Mr. Kevin Gormley, FMB-53, at DSN 223-6588 or (703)693-6588 or, by e-mail at: gormley.kevin@hq.navy.mil ★

General and Flag Officer Quarters

The Assistant Secretary of the Navy (Financial Management and Comptroller) issued a memo dated 16 March 2000 that implements the Fiscal Year (FY) 2000 *Military Construction Appropriations Act*, Section 128 and the FY 2000 *Department of Defense (DoD) Appropriations Act*, Section 8114. These provisions mandate that the Family Housing, Navy and Marine Corps appropriations are the exclusive source of funding for maintenance, repair, or construction of all family housing units, including general or flag officers quarters (GFOQ). No funding contained in the *DoD Appropriations Act* may be used for performing repairs or maintenance to family housing units, including areas in such units that may be used for the purpose of conducting official DoD business. Specialized communication equipment that is required by the occupant to perform his/her military mission is not considered "repair maintenance." This type of equipment is primarily for secure communications, but could include a computer, video teleconferencing capability, or other similar requirements. Any costs for infrastructure that is "built-in" and becomes part of the housing unit, such as wiring or fiber optics associated with the specialized communication equipment, would be charged to the Family Housing appropriation. Only the specialized communication equipment and its associated installation costs

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FY 2000 DoD Appropriations Act
Section 8121 — Registering IT Systems

The FY 2000 *Department of Defense (DoD) Appropriations Act*, Section 8121, requires all “mission critical and mission essential” (MC/ME) information technology (IT) systems to have been registered with the DoD Chief Information Officer (CIO) by 31 March 2000. Under this section, no appropriated funds (including NWCF) are available after 31 March for any MC/ME IT systems not registered. Therefore, any obligation or expenditure of funds after that date for MC/ME IT systems that are not properly registered with the DoD CIO could result in a violation of the *Antideficiency Act*. This requirement was disseminated by the Department of the Navy (DON) CIO in a memorandum dated 9 February 2000.

As funding requirements are identified and processed for various IT systems, their registration status should be verified. There are several options available to do this. First, you can contact the system owners who should have updated the DON CIO database. You can also contact your organization CIO office for verification. Lastly, if you still have questions, you may contact Ms. Judy McCarthy, DON CIO, at DSN 332-6845 or (703)602-6845, who can help to answer your questions.

For more information you may contact Ms. Shari Ritter, FMB-56, at DSN 223-6584 or (703)693-6584, or by e-mail at: ritter.shari@hq.navy.mil ★



General and Flag Officer Quarters (continued from page 1)

may be charged to another appropriation. Specialized communication equipment does not include normal telephone requirements.

The Fiscal Year (FY) 2000 *Military Construction Appropriations Act*, Section 128, also mandates that not more than \$25,000 per unit may be spent annually for the maintenance and repair of any GFOQ without 30 days advance prior notification of the appropriate committees of Congress. Implementing guidance for developing the annual report to Congress will be issued in separate correspondence.

This limitation and associated reporting requirements apply to the residence as well as associated other real property (e.g., garages, sheds, roads, driveways, walks, utility systems, etc.) that are intended for the primary or exclusive use of the residents of the assigned flag and general officers' quarters. This includes assigned grounds (e.g., front, back, and side yards). Grounds will be considered to be assigned to the quarters if they are intended for the exclusive use of the occupants. Additionally, these requirements apply regardless of whom is living in designated flag and general officers' quarters. This includes designated FGOQs that are temporarily occupied by an unaccompanied flag or general officer or non-Flag occupant.

For more information, you may contact Mr. Steve Corbin, FMB-55, at DSN 223-6583 or (703)693-6583, or by e-mail at: corbin.steve@hq.navy.mil ★

ASN(FM&C) Awards Program

Individual Awards

Accounting

Echelon II Commands or Above

Ms. JoDel Melkonian, Program Analyst
Naval Aviation Depot
Cherry Point, NC

Comptrollership

Echelon III Commands or Below

Ms. Ruth A. Straley, Deputy Comptroller
Commander, Navy Region Southwest
San Diego, CA

Auditing

Echelon II Commands or Above

Mr. Donald Oliveros, Audit Director
Naval Audit Service
Washington, DC

Budgeting

Echelon III Commands or Below

Ms. Theresa A. Cooper, Budget Analyst
Commander, Navy Region Southeast
Resources Management Operations Center
Naval Air Station
Jacksonville, FL



Organization Award

Echelon II Commands or Above

Problem Disbursement Team

**Commander, Naval Sea Systems Command
Arlington, VA**

Pamela Morgan-May (Ret), Branch Head
Karen E. Dvorscak, Accountant
Elaine E. Stone, Accountant
Mai K. Loi, Accountant
Christine J. Ledford, Accountant



Team Award

Echelon II Commands or Above

DON Implementation of DWAS For PWCs

Teresa Dobbins, ASN(FM&C)
Linda Meadows, ASN(FM&C)
Michael R. Buchko, ASN(FM&C)
John Roark, COMNAVFACENGCOM
CAPT Edward Dailide, COMNAVFACENGCOM
CAPT Andrew Brunhart, PWC San Diego
Viola Ganius, PWC San Diego
LCDR Everett Butcher, PWC San Diego
Robin Moyer, PWC San Diego
Betty Eng, PWC San Diego
Diane Healy, PWC San Diego
Lei Faumuina, PWC San Diego
Larry Driscoll, PWC San Diego
Gena Ward, PWC San Diego
Nancy Wright, PWC San Diego
Kishi Gehrig, PWC San Diego
Joanne Blando, Public Works Field Support Office
Sandra Nickell, Public Works Field Support Office
Karen Richey, PWC Washington DC
Kenneth Kelley, PWC Washington DC
Paul Copeland, DFAS-CL
Catherine Santana, DFAS-CL
Edna Garner Spears, DFAS-CL
Reggie Brown, DFAS-CL
Randy Dillard, DFAS-CL
Travis Bryan, DFAS-Pensacola
Hari Sharma, DFAS-Oakland
Terilyn Silvera, DFAS-Oakland



**Accounting and Finance
Unit under Major Command
Meritorious**

*Ms. Melana Cunningham, Accounting
Officer*

U.S. Naval Support Activity, Naples, Italy
Ms. Melana Cunningham is the Accounting Officer for U.S. Naval Support Activity (U.S. NAVSUPACT) in Naples, Italy. Her ingenuity and foresight helped lead the command through a significant upgrade of all financial management systems, resulting in a fully integrated business system. This system fostered numerous improvements, including (a) prior and current year suspense documents being reduced from \$10 million to \$300,000; (b) a 75 percent reduction in unmatched documents; (c) almost total elimination of labor suspense items; and (d) a 70 percent reduction in unliquidated obligations. Ms Cunningham was also instrumental in helping numerous other organizations and commands implement/upgrade their financial management systems, resulting in positive benefits to all of CINCUSNAVEUR for many years to come. ★

ASMC Awards Program

**Comptroller/Deputy Comptroller
Unit under Major Command
Distinguished**

*CDR Gregory Martin, Chief Financial
Officer/Comptroller*

Naval District Washington

As the Chief Financial Officer, Naval District Washington, CDR Gregory Martin implemented a revolutionary budget allocation process based on manpower and fund requirements to support discrete readiness levels by program. In addition to introducing two automation processes that allowed him to reduce his staff by 23%, he also managed the complex financial "regionalization" process in the National Capital Region. ★

**Resource Management
Major Command Headquarters or
Higher
Meritorious**

*Mr. William E. Bragg, Acting Assistant
Auditor General For Plans, Policy and*

Resources

Naval Audit Service

Mr. William Bragg was assigned the task of developing a resource management approach to implement the Secretary of the Navy's programs of "Revolution in Business Affairs" and Strategic Sourcing." Mr. Bragg developed a three-phased manpower management plan that was extremely far-reaching in its impact. Mr. Bragg's strategic sourcing plan takes the Naval Audit Service from an outdated Cold War business structure to a modern internal audit organization like those of the Fortune 500 companies. He demonstrated great insight and sound judgment in determining how best to restructure the Naval Audit Service. ★

USD(C) Awards Program

**Financial Management Systems Improvement
Headquarters and Major Command**

DON PBAS Team
Kevin Gormley, ASN(FM&C)
Team Leader

ASN(FM&C)
M. Pamela Balla
Kenneth W. Heising, Jr.
Teresa A. Dobbins
John G. Frey

ONR
Mary Jane A. Miller
Susan M. McMahon
Christine M. Martinez

SPAWARSSYSCOM
Rosalie A. Britt

DFAS-IN
James D. Willaford
John D. Tarbox
Allen K. Whitesel
Randy J. Sutton
Nancy D. Chapman
Terry L. Robare

★

CNO
Richard H. Grace

**Financial Management Initiatives
Below Major Command**

**Process Improvement and
Regionalization**
CDR Gregory Martin
Naval District Washington

★





Conrad Chair Transition At Naval Postgraduate School

Vice Admiral (Ret) Paul F. McCarthy will relieve Captain (Ret) John Mutty as the Conrad Chair of Financial Management at the Naval Postgraduate School in Monterey, California in July 2000.

The Conrad Chair was established in 1986 to foster a more robust relationship between the Office of the Assistant Secretary of the Navy (Financial Management and Comptroller) and the financial management program at the Naval Postgraduate School. The objective is to enhance professional development opportunities for faculty and students and to conduct and direct research supportive of the OASN (FM&C) in areas of resource management. The Conrad Chair is charged with enhancing the academic and practical capabilities of graduates to assume critical FM positions in the Department of the Navy.

A career Naval Aviation Officer of 35 years, VADM (Ret) McCarthy flew over 250 combat missions and executed over 850 carrier landings. He has commanded at the squadron, air wing, carrier, and task force level, as well as the Commander, U.S. SEVENTH Fleet. Additionally, VADM (Ret) McCarthy has proven experience in the fiscal management and budgetary fields, to include the \$23 billion Naval Aviation Program as Head of Aviation Plans and Requirements (N880), DCNO (Resources, Warfare Requirements and Assessment), and as the Director of Naval Research, Development and Acquisition (OP-98). As the current Director of Naval Systems Integration for the Boeing Company, he also brings significant industry experience to this position.

VADM (Ret) McCarthy's appointment to this position represents another step in the Navy's renewed emphasis on the critical importance of developing our professional financial managers. Over the past few years the Navy has witnessed a slow, but steady erosion in the cadre of FM professionals, with many military billets filled by untrained and inexperienced officers, ineffective institutional career paths for line officers, and inappropriate reorganizations. Not surprisingly, this contributed to a wide range of financial management problems and irregularities with which we are now struggling. VADM (Ret) McCarthy's appointment to the Conrad Chair brings leadership and a wealth of experience to this position and represents a continuing commitment on the part of the OASN (FM&C) in strengthening the FM community. ★

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There have been some important management changes at the Naval Center for Cost Analysis (NCCA). Dr. Daniel Nussbaum, Director of NCCA for the past four years, recently left government to work in the private sector. Concurrent with his departure, the Deputy Director, CAPT John Fink, USN, retired to begin a second career in the private sector. CAPT Fink was relieved by CAPT Christopher Owens, USN, who will be acting until the Director's position is filled.

The Director of NCCA reports directly to the Assistant Secretary of the Navy, Financial Management and Comptroller. NCCA's mission involves preparing credible cost estimates of resources required to develop, procure, and operate military systems and forces in support of planning, programming, budgeting and acquisition management. For additional information about the mission of NCCA and resources and opportunities available, visit our website at:

<http://www.ncca.navy.mil>

NCCA has a new home as well. In June 1999, NCCA relocated from Crystal City near the Pentagon to the Naval District Washington Nebraska Avenue Complex (NDW NAC), located in northwest Washington, DC near The American University. NDW NAC was formerly known as the Naval Security Station. NCCA is now a tenant host at NDW NAC, occupying the second floor of Building 18. Our new mailing address is:

**NAVAL CENTER FOR COST ANALYSIS
NEBRASKA AVENUE COMPLEX
4290 MOUNT VERNON DRIVE NW SUITE 18200
WASHINGTON, DC 20393-5444**

**Phone: DSN 764-2497 (202)764-2497
Fax: DSN 764-2750/2780 (202)764-2750/2780**

The annual DoD Cost Analysis Symposium (DoDCAS) was held in Williamsburg, VA during 1-4 February 2000.

In anticipation of next year's Quadrennial Defense Review (QDR), the theme this year dealt with cost estimating of force structure and infrastructure.

In a presentation entitled "Force Structure and Infrastructure Cost Estimating Capabilities," Lenny Cheshire from NCCA addressed the Navy's ability to support the cost estimating aspects of the QDR. As in past years, NCCA was well represented at DoDCAS, with the following NCCA cost analysts in attendance: Captain Chris Owens, USN, Acting Director; Lowell Blagmon; Todd Andrews; Dan Milano; Colleen Adamson; LDCR Susan Geshan; LCDR Brian Bothwell; CDR Mike Albright; Bill Stranges; Deanna Ohwevwo; Matthias Kolodziejczyk; Robert Holt; Kyle Ratliff; Wilmer Alvarado; Atiq Yonozsai; Anil Dhawan; and Michael Tran.

The DoDCAS theme of cost estimating for the QDR also will be the focus of attention at the Institute of Defense Analysis (IDA) Cost Research Symposium to be held on 25 May 00. This Symposium will give the Army, Navy, and Air Force an opportunity to discuss efforts to improve our capabilities to estimate force and infrastructure costs.





Training & Education Corner

Naval Financial Management Career Center FY 2000 Entry-Level Course Calendar

Principles of Navy Budgeting (PNB)

20-22 Jun 00 _____ Silverdale WA _____ (W)
 11-13 Jul 00 _____ San Diego CA _____ (W)
 18-20 Jul 00 _____ Patuxent River MD _____ (E)
 5-7 Sep 00 _____ Jacksonville FL _____ (E)

Introduction to Navy Working Capital Fund (IntroNWCF)

25-27 Jul 00 _____ Washington DC _____ (E)
 8-10 Aug 00 _____ Dam Neck VA _____ (E)
 19-21 Sep 00 _____ Dam Neck VA _____ (E)

Introduction to Navy Financial & Managerial Accounting (FMA)

29-31 Aug 00 _____ Patuxent River MD _____ (E)

To register for the classes listed in this calendar, complete the Entry Level Nomination Form and Fax it to NFMC at:

DSN 922-3821 or (850)452-3821

The nomination form is located in the *Navy Comptroller* and on the NFMC Web Site at:

<http://www.fma.hq.navy.mil/nfmc/nfmc.htm>

For additional information, contact the Course Coordinators listed below.

Course Name	Course Coordinator	DSN Phone No.	Commercial Phone No.	E-mail Address
FMA	Ms. Sandi Palmer	922-3972	(850)452-3972	palmer.sandi@nfmc.navy.mil
PNB	Mr. Kendall Roose	922-3977	(850)452-3972	roose.kendall@nfmc.navy.mil
IntroNWCF	Mr. Ace DuBose	922-3972	(850)452-3972	dubose.ace@nfmc.navy.mil

Enhanced Defense Financial
Management
Training Course (EDFMC)

Visit the NFMC Web Site to see the most current information on the Enhanced Defense Financial Management Training Course:

<http://www.fma.hq.navy.mil/nfmc/nfmc.htm>

DON personnel may call the NFMC POC, Kendall Roose, DSN 922-3977, or send e-mail inquiries to the NFMC General Mailbox:

nfmc@nfmc.navy.mil



Navy Working
Capital Fund
Professional
Managers (ProCAP) Course Held

The Navy Working Capital Fund Professional Managers (ProCap) Course was held in Brunswick, GA in late February. Fifteen students received a certificate of completion for the seminar class facilitated by Ms. Lynn Budach, Senior NWCF Budget Analyst, COMSPAWARSYSCOM, and Ms. Cindy Pettibone, NWCF Division Director, COMNAVSEASYSYSCOM. Guest presenters were Ms. Lessie Turner, FMO, and Harry Kinney, FMB.

~~~~~Graduates~~~~~

|                |                  |
|----------------|------------------|
| Lori Kay Davis | JoDel Melkonian  |
| Carol Pichler  | Pat Davis        |
| Donna Nolan    | Esther Smith     |
| Karen Hart     | Esther Odom      |
| Jackie Spence  | Mark Heisey      |
| Betty Padgett  | Gloria Sweat     |
| Zilda Hotard   | Sheryl Patterson |
| Gib Woodward   |                  |



Department of the Navy  
Service Day Workshop Topics  
Theme: "Back to Basics"  
ASMC PDI '00, Philadelphia, PA  
31 May 2000



- ~ Antideficiency Act
- ~ Budgeting for Contingency Operations
- ~ Budget Requirements for Navy and Marine Corps Intranet
- ~ CFO Strategy
- ~ Civilian Personnel Working Group Update
- ~ Current Status of Management Headquarters and Strategic Sourcing
- ~ Managing Business Risk
- ~ Operational Accounting: A Partnership Between the DON and DFAS
- ~ Program Budget Information System (PBIS)
- ~ Procedures For Fund Usage Documents (2 Modules)
- ~ Program Funds Control
- ~ Strategic Vision—Self Service Initiatives (2 Modules)
- ~ The Biennial Financial Management Improvement Plan
- ~ USMC





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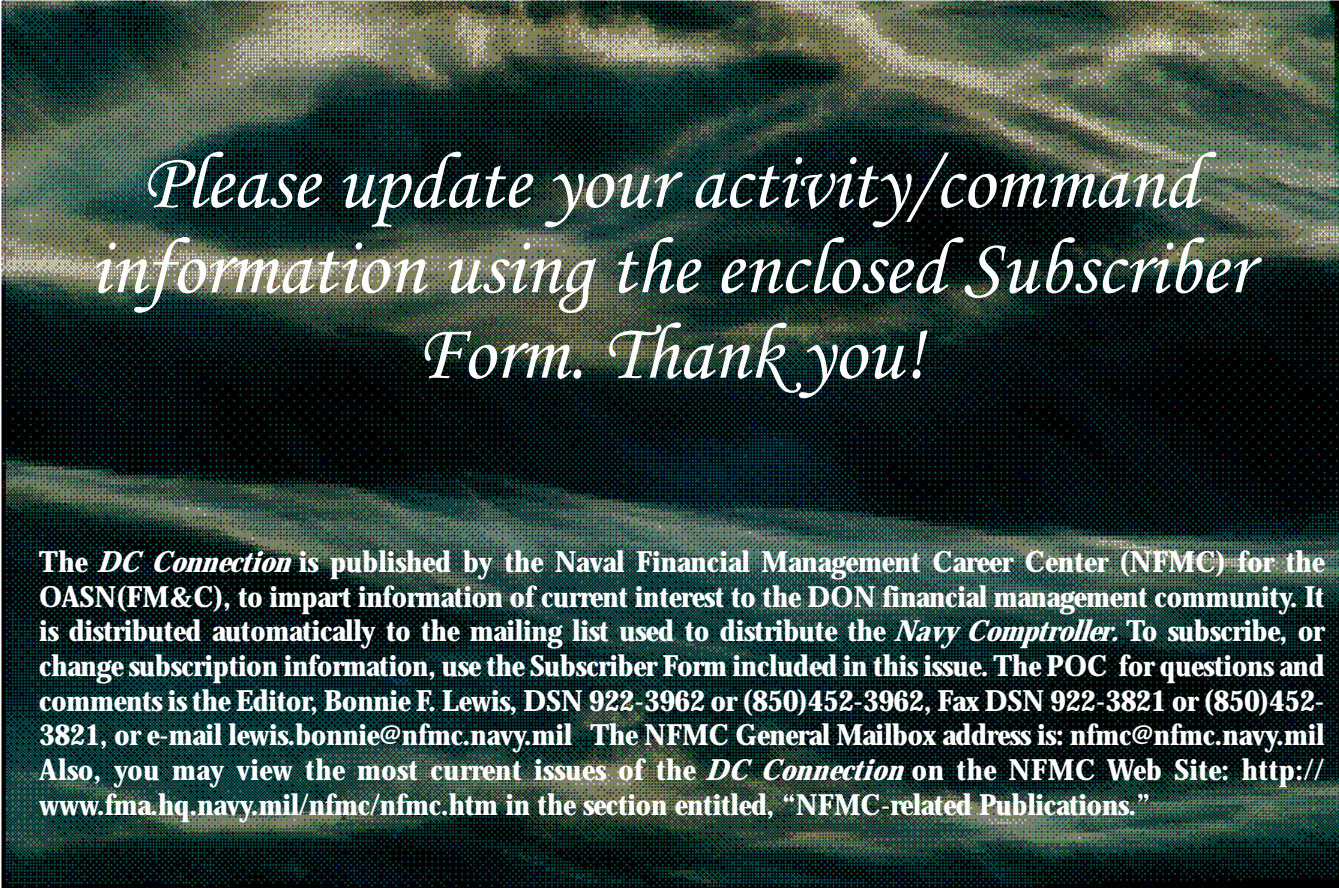
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